

**AGENDA TITLE:** Adopt Resolution Supporting Legislation Amending the Americans with Disabilities

Act (ADA) to Require Notice Prior to Filing Legal Action

February 2, 2005 City Council Meeting **MEETING DATE:** 

PREPARED BY: Steve Schwabauer, City Attorney

**RECOMMENDED ACTION:** That the City Council adopt Resolution supporting Legislation amending

the Americans with Disabilities Act to require notice prior to filing legal

action

**BACKGROUND INFORMATION:** The City of Morro Bay has been involved in litigation since 2002 for alleged

violations of the Americans with Disabilities Act (ADA) and State Access laws and has requested our support of legislation amending the ADA.

Morro Bay quickly settled a portion of the lawsuit by agreeing to spend

\$75,000 on ADA improvements over the next five years. The City was unable to settle the portion of the lawsuit dealing with attorneys' fees as plaintiffs attorneys demanded \$200,000. The Court recently reduced the amount of the attorneys' fees to \$54,000 and the plaintiff's attorney has now appealed the decision.

In 2004, litigation was filed against 16 locally owned and operated restaurants in Morro Bay for alleged ADA violations, with all of the lawsuits being identical having been filed by the same plaintiff and attorney. The lawsuits have caused a tremendous impact on the community, causing two of the restaurants to close their doors due to their financial inability to fight the allegations. Lodi businesses have seen their own actions including Michael David Vineyards.

The 14-year old Americans with Disabilities Act is a good law, but unfortunately, the intent and spirit of the ADA of 1990 is being abused. People are filing lawsuits for minor technical access violations without giving small business owners an opportunity to remedy the alleged violations. Fearing the time, hassle and expense of lawsuits, small businesses are being forced into cash settlements.

Congressman Mark Foley (R-FL) introduced ADA Notification Act (H.R. 728) which amends the American with Disabilities Act of 1990 to deny jurisdiction to a court in a civil action for remedies unless the complainant has implemented specified notification procedures that include opportunity for correction of the alleged violation. Assemblyman Tim Leslie (Tahoe City) introduced similar legislation, AB **2594** Public Accommodations: Persons with Disabilities to allow a person who hires an ADA specialist to review the design and construction of the person's premises to have a Certificate of ADA Compliance. Holders of such a certificate would be entitled to notice and the opportunity to correct future ADA violations before a civil lawsuit could be filed.

The above-mentioned legislation would curtail the abusive practice of certain people filing lawsuits for easily correctable ADA infractions and would enable small businesses to work with the disabled community to correct minor violations and improve accessibility for the disabled. In essence, the passage of this legislation would tip the balance back to accessibility.

**FUNDING:** Not applicable

im Krueger, Finance Director

D. Stephen Schwabauer

City Attorney

APPROVED:

Blair King, City Manager

#### RESOLUTIONNO. 2005-23

### A RESOLUTION OF THE LODI CITY COUNCIL SUPPORTING LEGISLATION AMENDING THE AMERICANS WITH DISABILITIES ACT TO REQUIRE NOTICE PRIOR TO FILING LEGAL ACTION

WHEREAS, the Americans with Disabilities Act gives civil rights protection to individuals with disabilities similar to those provided to individuals on the basis of race, color, **sex**, national origin, age, and religion; and

WHEREAS, the Americans with Disabilities Act guarantees equal opportunity for individuals with disabilities in public accommodations, employment, transportation, state and local government services, and telecommunications; and

WHEREAS, the City of Lodi supports the goals of this landmark civil rights law and the original intent of the Americans with Disabilities Act because it provides equal access opportunities for all Americans; and

WHEREAS, since the enactment of the Americans with Disabilities Act, many abuses have been perpetrated against property owners by a few unscrupulous attorneys seeking to wage economic retribution upon property owners using the guise **of** a well-intentioned civil rights law. Unfortunately, it **is** not the goal of these few attorneys to improve accessibility for the disabled, but to exact financial punishment through lawsuits; and

WHEREAS, legislation has been introduced by California State Assemblyman Tim Leslie (AB 2594) and by U. S. Congressman Mark Foley (H.R. 728) that would amend the Americans with Disabilities Act to require, as a precondition to commencing a civil action with respect to a place of public accommodation or commercial facility, that an opportunity be provided *to* correct alleged violations.

NOW, THEREFORE, BE IT RESOLVED that the Lodi City Council hereby supports the adoption of legislation that would require notice prior to filing legal action for violations of the Americans with Disabilities Act since it would curtail the abusive practice of certain attorneys by providing a due process provision for property owners so that they may be in full compliance with the Act; and

BE IT FURTHER RESOLVED that, upon passage, the  $\it C$   $\it i$  Clerk shall deliver this Resolution to the League of California Cities, Central Valley Cities, the Governor's office, and to the California and Federal Legislative Delegation.

Dated February 2,2005

I hereby certify that Resolution No. 2005-23 was passed and adopted by the City Council of the City of Lodi in a regular meeting held February 2, 2005, by the following vote:

AYES: COUNCIL MEMBERS - Hansen, Hitchcock, Johnson, Mounce, and

Mayor Beckman

NOES: COUNCIL MEMBERS - None

ABSENT: COUNCIL MEMBERS - None

ABSTAIN: COUNCIL MEMBERS - None

SUSAN J. BLACKSTON

5. Beleat

City Clerk



## **DECLARATION OF MAILING**

## TRANSMITTAL LETTER AND RESOLUTION SUPPORTING LEGISLATION AMENDING THE AMERICANS WITH DISABILITIES ACT TO REQUIRE NOTICE PRIOR TO FILING LEGAL ACTION

On February 3, 2005, in the City of Lodi, San Joaquin County, California, I deposited in the United States mail, envelopes with first-class postage prepaid thereon, containing a transmittal letter and resolution supporting legislation amending the Americans with Disabilities Act to require notice prior to filing legal action, marked Exhibit "A; said envelopes were addressed as is more particularly shown on Exhibit "B attached hereto.

There is a regular daily communication by mail between the City of Lodi, California, and the places to which said envelopes were addressed.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on February 3, 2005, at Lodi, California.

ORDERED BY:

SUSAN BLACKSTON

	CITY CLERK, CITY OF LODI
ORDERED BY:	
JACQUELINE L. TAYLOR DEPUTY CITY CLERK	JENNIFER M. PERRIN DEPUTY CITY CLERK
KARI J. CHADWICK ADMINISTRATIVE CLERK	

CITY COUNCIL

JOHN BECKMAN, Mayor
SUSAN HITCHCOCK,
Mayor Pro Tempore
LARRY D. HANSEN
BOB JOHNSON
JOANNEMOUNCE

## CITY OF LODI

CITY HALL, 221 WEST PINE STREET
P.O. BOX 3006

LODI, CALIFORNIA 95241-1910 (209) 333-6702 FAX (209)333-6807 citycIrk@lodi.gov

February 3,2005

BLAIR KING, City Manager
SUSAN J. BLACKSTON
City Clerk
O. STEPHEN SCHWABAUER
City Attorney



5. Fleet

Interested Parties:

RE: Resolution supporting legislation amending the Americans with Disabilities Act to require notice prior to filing legal action

Please find enclosed a certified copy of Resolution No. 2005-23 supporting legislation amending the Americans with Disabilities Act to require notice prior to filing legal action, which was adopted by the Lodi City Council at its meeting of February 2, 2005.

Should you have any questions, please do not hesitate to contact our office or the City Attorney's Office at (209) 333-6701.

Sincerely,

Susan J. Blackston

City Clerk

SJB/JMP

**Enclosure** 

cc: City Attorney

Community Development

#### RESOLUTION NO. 2005-23

### A RESOLUTION OF THE LODI CITY COUNCIL SUPPORTING LEGISLATION AMENDING THE AMERICANS WITH DISABILITIES ACT TO REQUIRE NOTICE PRIOR TO FILING LEGAL ACTION

WHEREAS, the Americans with Disabilities Act gives civil **rights** protection to individuals with disabilities similar to those provided to individuals on the basis of race, color, sex, national origin, age, and religion; and

WHEREAS, the Americans with Disabilities Act guarantees equal opportunity for individuals with disabilities in public accommodations, employment, transportation, state and local government services, and telecommunications; and

WHEREAS, the City of Lodi supports the goals of this landmark civil rights law and the original intent of the Americans with Disabilities Act because it provides equal access opportunities for all Americans; and

WHEREAS, since the enactment of the Americans with Disabilities Act, many abuses have been perpetrated against property owners by a few unscrupulous attorneys seeking to wage economic retribution upon property owners using the guise of a well-intentioned civil rights law. Unfortunately, it is not the goal of these few attorneys to improve accessibility for the disabled, but to exact financial punishment through lawsuits: and

WHEREAS, legislation has been introduced by California State Assemblyman Tim Leslie (AB 2594) and by U. S. Congressman Mark Foley (H.R. 728) that would amend the Americans with Disabilities Act to require, as a precondition to commencing a civil action with respect to a place of public accommodation or commercial facility, that an opportunity be provided to correct alleged violations.

NOW, THEREFORE, BE IT RESOLVED that the Lodi City Council hereby supports the adoption of legislation that would require notice prior to filing legal action for violations of the Americans with Disabilities Act since it would curtail the abusive practice of certain attorneys by providing a due process provision for property owners so that they may be in full compliance with the Act; and

BE IT FURTHER RESOLVED that, upon passage, the City Clerk shall deliver this Resolution to the League of California Cities, Central Valley Cities, the Governor's office, and to the California and Federal Legislative Delegation.

Dated: February 2,2005

I hereby certify that Resolution No. 2005-23 was passed and adopted by the City Council of the City of Lodi in a regular meeting held February 2, 2005, by the following vote:

AYES: COUNCIL MEMBERS - Hansen, Hitchcock, Johnson, Mounce, and

Mayor Beckman

NOES: COUNCIL MEMBERS - None

ABSENT: COUNCIL MEMBERS - None

ABSTAIN: COUNCIL MEMBERS - None

SUSAN J. BLACKSTON

5. Eslect

City Clerk



# RESOLUTION SUPPORTING LEGISLATION AMENDING THE AMERICANS WITH DISABILITIES ACT TO REQUIRE NOTICE PRIOR TO FILING LEGAL ACTION

## **MAILING LIST**

League of California Cities 1400 K Street, Suite 400 Sacramento. CA 95814

Governor Arnold Schwarzenegger State Capitol Building Sacramento, CA 95814

Assemblyman Tim Leslie State Capitol Room 4164 Sacramento, CA 94249-0004

Robert Schultz, City Attorney City of Morro Bay 955 Shasta Avenue Morro Bay, CA 93442

Barbara Boxer U.S. Senator 112 Hart Senate Office Building Washington, D.C. 20510

Dianne Feinstein US. Senator 331 Hart Senate Office Building Washington, D.C. 20510 Charles Poochigian California State Senator 4974 E. Clinton, Suite 100 Fresno, CA 93727

Greg Aghazarian California State Assemblyman 4557 Quail Lakes, Suite C-3 Stockton, CA 95207

Alan Nakanishi California State Assemblyman 218 W. Pine Street Lodi, CA 95240

Richard Pombo US. Congressman 2495 W. March Lane, Suite 104 Stockton, CA 95207

Steve Schwabauer City Attorney City of Lodi

Konradt (Rad) Bartlam Community Development Director City of Lodi Mr. Thomas N. Hallinan. City Attorney Cities of Oakdale and Riverbank P. O. Box 486 Oakdale, California 95361

Mr. Salvador Navarrete. Esq. City of Atwater Allen, Polgar, Proietti & Fagalde 1640 N St.,#200, P.O. Box 2184 Merced. California 95340-4657

Mr. John Brinton, City Attorney City of Manteca clo McFall, Burnett & Brinton 165 St. Dominics Drive, #202 Manteca, California 95376-7800

Neumiller & Beardslee City Attorneys for City of Hughson Attn: John Stovall/DeeAnne Watkins P. O. Box 20 Stockton, California 95201-3020

Mr. Michael Milich, City Attorney City of Modesto P. O. Box 642 Modesto, California 95353

Mr. Tom Terpstra, City Attorney City of Ripon 2291 W. March Lane, #B-100 Stockton, California 95207 Mr. Gregory Diaz, City Attorney City of Merced 676 West 18th Street Merced, California 95340

Mr. Richard Nosky, City Attorney City of Stockton 425 N. El Dorado Street Stockton, California 95202

Mr. Thomas P. Hallinan, City Attorney Mr. Randy Risner, Partner Cities of Newman and Livingston P. O. Box 486 Oakdale. California 95361

Mr. Bill Vaughn, City Attorney City of Los Banos 525 J Street, Suite A Los Banos, California 93635

Mr. George Logan, City Attorney City of Patterson 2669 Alabama Atwater, California 95301

Mr. Richard Matranga, City Attorney Cities of Sonora and Angels Camp P. O. Box 242 Sonora, California 95370 EXHIBITB

Mr. William Gnass, City Attorney City of Waterford 700 Loughborough Drive, #D Merced. California 95348

Mr. Kevin F. Kelley. Int. City Attorney City of Gustine, c/o Berliner, Cohen 723 **W.** 19<sup>th</sup> Street Merced. California 95340

Mr. Michael Lyions, City Attorney City of Ceres c/o Rushing, Lyions &Anderson 125 McHenry Avenue Modesto. California 95354-0451

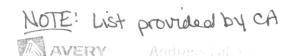
Mr. Richard C. Burton, City Attorney City of Turlock 156 South Broadway, Suite 240 Turlock. California 95380-5454

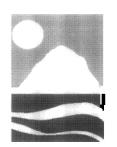
Debra E. Corbett. City Attorney City of Tracy 325 East Tenth Street Tracy, California 95376

Mr. Stephen Schwabauer, City Attorr Mrs. Janice Magdich, Dep. City Attorr City of Lodi P. O. Box 3006 Lodi, California 95241

# RESOLUTION SUPPORTING LEGISLATIONAMENDING THE AMERICANS WITH DISABILITIES ACT TO REQUIRE NOTICE PRIOR TO FILING LEGAL ACTION

## **MAILING LIST**





City of Morro Bay

Steve S.

Morro Bay, CA 93442 • 805-772-6200

JAN 0 4 2004

CITY ATTORNEYS OFFICE

December 21,2004

Dixon Flynn

Lodi City Manager P.O. Box 3006 Lodi, CA 95241-1910

Re: Request for support for legislation that would amend the Americans with Disabilities Act to require notice prior to filing a lawsuit.

Dear City Manager:

This correspondence is being sent to you at the direction **of** the City Council for the City of Morro Bay to solicit your support for legislation that would amend the Americans with Disabilities Act and California State Access laws to require notice prior to filing a lawsuit.

As you may know, the City of Morro Bay is located on the Pacific Coast of California about half way between San Francisco and Los Angeles near Hearst Castle and the Big Sur Coast. The City of Morro Bay is a working fishing village and the local fishing industry is one of the most important along the California Coast. The City is a pleasant tourist destination with shops, restaurants and hotels along the coastline and within several blocks of the primary streets. The Embarcadero, which runs along the waterfront, includes art galleries, tourist gift shops, surf and sport shops and dozens of restaurants. The City of Morro Bay has grown very little in the past 20 years, and as of 2000, there are 10,350 people residing in the City. There are absolutely no national chains in the City of Morro Bay except grocery stores and fast food chains. All of the shops and restaurants are locally owned and operated and are considered "Mom & Pop" shops.

In 2002, litigation was filed against the City for alleged violations of the Americans with Disabilities Act (ADA) and State Access laws. The City quickly settled a portion of the lawsuit by agreeing to spend \$75,000 on ADA improvements over the next five years. The City was unable to settle the portion of the lawsuit dealing with attorneys' fees as plaintiffs attorneys demanded approximately \$200,000. The Court recently reduced the amount of the attorneys' fees to \$54,000; however, plaintiffs attorney is appealing the decision.

In 2004, litigation was filed against **16** locally owned and operated restaurants in Morro Bay for alleged violations of ADA. All of the lawsuits are identical and have been filed by the same plaintiff and attorney. These lawsuits have had a tremendous impact on the Community. Two **of** 

ADMINISTRATION 595 Harbor Street CITY ATTORNEY 955 Shasta Avenue FINANCE DEPARTMENT 595 Harbor Street FIRE DEPARTMENT 715 Harbor Street

HARBOR DEPARTMENT 1275 Embarcadero Road POLICE DEPARTMENT 870 Morro Bay Boulevard

PUBLIC SERVICES 955 Shasta Avenue

RECREATION & PARKS 1001 Kennedy Way

the restaurants have had to close their doors as they did not have the financial ability to fight the allegations.

The 14-year-old Americans with Disabilities Act is a good law. Unfortunately, the intent and spirit of the Americans with Disabilities Act of 1990 is being abused by a growing number of attorneys. Without giving small business owners an opportunity to remedy the alleged violations, these attorneys are filing lawsuits for minor technical access violations. Fearing the time, hassle and expense of lawsuits, small businesses are being forced into cash settlements – most of which goes to the attorneys. By creating a multitude of cases, these attorneys are generating substantial amounts of income for themselves at the expense of small businesses.

To help rectify this problem, Congressman Mark Foley (R-FL) introduced the *ADA Notification Act* (H. *R*. 728), which amends the Americans with Disabilities Act of 1990 to deny jurisdiction to a court in a civil action for remedies unless the complainant has implemented specified notification procedures that include opportunity for correction of the alleged violation.

At the State level, Assemblyman Tim Leslie (Tahoe City) has introduced similar legislation. AB 2594 *Public accommodations: persons with disabilities* would allow a person who hires an ADA specialist to review the design and construction of the person's premises to have a Certificate of ADA Compliance. Holders of such a certificate would be entitled to notice and the opportunity to correct future ADA violations before a civil lawsuit could be filed.

Congressman Foley's and Assemblyman Leslie's legislation would curtail the abusive practice of certain attorneys filing lawsuits for easily correctable ADA infractions and would enable small businesses to work with the disabled community to correct minor violations and improve accessibility for the disabled. In effect, passage of this legislation would tip the balance back to accessibility and back to the disabled and away from the lawyers.

Recently our City Council passed the enclosed resolution and directed Staff to notify other jurisdictions and solicit support in our endeavor to seek an amendment to the Americans with Disabilities Act to require notice prior to filing a lawsuit.

Thank you for your assistance.

Sincerely,

Robert Schultz City Attorney

Robert Schultz

#### **RESOLUTION NO. 68-04**

# RESOLUTION OF THE CITY COUNCIL OF THE CTTY OF MORRO BAY SUPPORTING LEGISLATION AMENDING THE AMERICANS WITH DISABILITIES ACT TO REQUIRE NOTICE PRIOR TO FILING LEGAL ACTION

# THE CITY COUNCIL City of Morro Bay, California

WHEREAS, the Americans with Disabilities Act gives civil rights protection to individuals with disabilities similar to those provided to individuals on the basis of race, color, sex, national origin, age, and religion; and

WHEREAS, the Americans with Disabilities Act guarantees equal opportunity for individuals with disabilities in public accommodations, employment, transportation, state and local government services, and telecommunications; and

WHEREAS, the City of Morro Bay supports the goals of this landmark civil rights law and the original intent of the Americans with Disabilities Act because it provides equal access opportunities for all Americans; and

WHEREAS, since the enactment of the Americans with Disabilities Act, many abuses have been perpetrated against property owners by a few unscrupulous attorneys seeking to wage economic retribution upon property owners using the guise of a well-intentioned civil rights law. Unfortunately, it is not the goal of these few attorneys to improve accessibility for the disabled, but to exact financial punishment through lawsuits; and

WHEREAS, legislation has been introduced by California State Assemblyman Tim Leslie (AB 2594) and by U.S. Congressman Mark Foley (H.R. 728) that would amend the Americans with Disabilities Act to require, as a precondition to commencing a civil action with respect to a place of public accommodation or commercial facility, that an opportunity be provided to correct alleged violations.

NOW, TEEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF MORRO BAY that this Council supports the adoption of legislation that would require notice prior to filing legal action for violations of the Americans with Disabilities Act since it would curtail the abusive practice of certain attorneys by providing a due process provision for property owners so that they may be in full compliance with the Act.

**BE IT FURTHER RESOLVED** that **upon** passage, the **City** Clerk shall deliver **this** Resolution to the League of California Cities, **Central** Coast Cities, the Governor's office, and to the California and Federal Legislative Delegation.

PASSED AND ADOPTED by the City Council of the City of Mom, Bay at a regular meeting thereof held on the 27th day of September, 2004 on the following vote:

**AYES:** 

Elliott, Peirce, Peters, Winholtz, Yates

NOES:

None

ABSENT:

None

**ATTEST** 

BRIDGETT BAUER, City Clerk